

WISCONSIN LEGISLATIVE COUNCIL AMENDMENT MEMO

2003 Assembly Bill 490 Assembly Amendment 1 Memo published: October 10, 2003 Contact: Philip Cardis, Staff Attorney (267-0683)

Under current law, the definition of "distributor" or "wholesaler," for purposes of that part of ch. 218, Stats., relating to motor vehicle dealers and salespersons, is a combined one.

The **bill** establishes a separate definition of "wholesaler." In the bill, "wholesaler" or "wholesaler dealer" is defined to mean a person, other than a licensed motor vehicle dealer or licensed motor vehicle auction dealer, who does certain specified things including, as specified on page 2, lines 17 and 18, of the bill: "2. ...purchases used motor vehicles from a motor vehicle dealer or at a motor vehicle auction."

The **amendment** adds clarifying language to item 2 noted above. With the language in the amendment (highlighted in bold print), item 2 will read: "2. ...purchases used motor vehicles from a motor vehicle dealer or at a motor vehicle auction **for the purpose of selling the vehicles to a motor vehicle dealer, motor vehicle auction, or wholesaler."** This clarifies that the purchase of the used motor vehicles must be for the purpose of selling the vehicle to one of these entities and not for personal use.

Legislative History

On October 9, 2003, the Assembly Committee on Transportation introduced Assembly Amendment 1 by unanimous consent. The Assembly Committee on Transportation recommended for adoption Assembly Amendment 1 and passage of the bill, as amended, by a vote of Ayes, 13; Noes, 0.

PC:ksm